North Central Texas Council Of Governments
FY 2018 Proposed Budget

Executive Board Meeting
August 24, 2017
NCTCOG FY 2018 Proposed Budget

• Characteristics of NCTCOG budgeting and contrasts with typical local government budgeting.
  – Funding is comprised primarily of grants and local contracts for services.
  – Each grant is a separate contract with its own grant period and funding amount. Grants can encompass more than one NCTCOG fiscal year.
  – Continuously evolving as program needs change and funding opportunities become available.
  – Scope of work, funding, and expenditure limitations are regulated by the individual grant or contract, rather than the planned program summary.

• High inter-departmental dependency and cooperation.
  – Common objectives (i.e. environmental, air quality and transportation programs).
  – Multi-disciplinary approach (i.e. operating departments, computer services, finance and accounting teams).
State and Federal Grant Changes - $917 Thousand Net Increase primarily comprised of:

- **Transportation** - $5.3 million increase primarily comprised of:
  - Texas Department of Transportation (TXDOT) - ($7.21 million increase).
  - Federal Transit Authority (FTA) - ($970 thousand increase).
  - Department of Energy (DOE) - ($88 thousand increase).
  - Environmental Protection Agency (EPA) - ($73 thousand increase).
  - Texas Commission on Environmental Quality (TCEQ) - ($2.53 million decrease).
  - Federal Highway Administration (FHA) - ($267 thousand decrease).
  - U.S. Department of Defense (DOD) - ($265 thousand decrease).

- **Workforce** - $3.27 million decrease primarily comprised of:
  - Texas Workforce Commission (TWC) - ($3.27 million decrease).
State and Federal Grant Changes - $917 Thousand Increase
(Continued)

• Emergency Preparedness - $230 thousand decrease comprised of:
  – Texas DPS/Governor’s Office - ($758 thousand decrease).
  – Governor’s Office - ($528 thousand increase).

• Environment & Development - $222 thousand net decrease primarily comprised of:
  – Texas Commission on Environmental Quality (TCEQ) - ($398 thousand decrease).
  – State Energy Conservation Office (SECO) - ($175 thousand increase).
  – Federal Emergency Management Agency (FEMA) - ($81 thousand increase).

• Regional 9-1-1 - $117 thousand increase, comprised of:
  – Commission on State Emergency Communications (CSEC) - ($117 thousand increase).

• Area Agency on Aging - $869 thousand decrease comprised of:
  – Department of Aging and Disability Services (DADS) - ($869 thousand decrease).
NCTCOG FY 2018 Proposed Budget Funding Changes

Local Contracts & Training Revenue - $45 thousand increase primarily due to:

- Area Agency on Aging - ($1.2 million increase).
- Environment and Development - ($506 thousand increase).
- Community Services - ($366 thousand increase).
- Public Employee Benefits Cooperative - ($80 thousand increase).
- Emergency Preparedness Assessment - ($30 thousand increase).
- Transportation - ($1.1 million decrease).
- Research and Information Services - ($900 thousand decrease).
- Regional 9-1-1 - ($43 thousand decrease).

In-Kind Match Funds - $1.6 million increase due primarily to:

- Transportation - ($3.1 million increase).
- Workforce Development - ($1.0 million decrease).
- Emergency Preparedness - ($551 thousand decrease).
- Area Agency on Aging - ($81 thousand increase).

Total Change to Funding - $2.7 Million Increase
### NCTCOG FY 2018 Proposed Budget

<table>
<thead>
<tr>
<th>Funding Sources</th>
<th>FY 2018</th>
<th>FY 2017</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>State and Federal Grants</td>
<td>$172,420,168</td>
<td>$171,503,309</td>
<td>$916,859</td>
</tr>
<tr>
<td>Local Contracts/Grants</td>
<td>11,050,216</td>
<td>11,017,186</td>
<td>33,030</td>
</tr>
<tr>
<td>In-Kind Match Funds</td>
<td>20,180,905</td>
<td>18,523,867</td>
<td>1,657,038</td>
</tr>
<tr>
<td>Membership Dues</td>
<td>709,644</td>
<td>697,482</td>
<td>12,162</td>
</tr>
<tr>
<td>Training Revenues</td>
<td>706,216</td>
<td>643,438</td>
<td>62,778</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$205,067,149</strong></td>
<td><strong>$202,385,282</strong></td>
<td><strong>$2,681,867</strong></td>
</tr>
</tbody>
</table>
# NCTCOG FY 2018 Proposed Budget

<table>
<thead>
<tr>
<th>STATE</th>
<th>FY 2018</th>
<th>% of Total Funding</th>
<th>FY 2017</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Texas Workforce Commission (TWC)</td>
<td>64,047,264</td>
<td>31.23%</td>
<td>67,317,259</td>
<td>-3,269,995</td>
</tr>
<tr>
<td>Texas Department of Transportation (TxDOT)</td>
<td>44,281,917</td>
<td>21.59%</td>
<td>37,074,125</td>
<td>7,207,792</td>
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<tr>
<td>Texas Commission on Environmental Quality (TCEQ)</td>
<td>23,329,092</td>
<td>11.38%</td>
<td>26,257,674</td>
<td>-2,928,582</td>
</tr>
<tr>
<td>Commission on State Emergency Communications (CSEC)</td>
<td>11,067,312</td>
<td>5.40%</td>
<td>10,950,230</td>
<td>117,082</td>
</tr>
<tr>
<td>Texas Department of Aging and Disability Services (DADS)</td>
<td>6,860,728</td>
<td>3.35%</td>
<td>7,730,236</td>
<td>-869,508</td>
</tr>
<tr>
<td>Governor’s Office (OOG)</td>
<td>3,347,783</td>
<td>1.63%</td>
<td>2,793,875</td>
<td>553,908</td>
</tr>
<tr>
<td>Texas Department of Public Safety (DPS)</td>
<td>1,242,000</td>
<td>0.61%</td>
<td>2,000,674</td>
<td>-758,674</td>
</tr>
<tr>
<td>State Energy Conservation Office (SECO)</td>
<td>175,000</td>
<td>0.08%</td>
<td>-</td>
<td>175,000</td>
</tr>
<tr>
<td>Texas Department of Agriculture (TDA)</td>
<td>18,916</td>
<td>0.01%</td>
<td>18,916</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL STATE</td>
<td>$154,370,012</td>
<td>75.28%</td>
<td>$154,142,989</td>
<td>$227,023</td>
</tr>
</tbody>
</table>

| FEDERAL | | | |
| Federal Transit Administration (FTA) | 15,457,746 | 7.54% | 14,487,974 | 969,772 |
| Federal Emergency Management Agency (FEMA) | 1,130,500 | 0.55% | 1,049,000 | 81,500 |
| Environmental Protection Agency (EPA) | 887,238 | 0.43% | 814,104 | 73,134 |
| United States Department of Energy (US DOE) | 355,168 | 0.17% | 266,716 | 88,452 |
| Federal Highway Administration (FHA) | 149,504 | 0.07% | 417,009 | -267,505 |
| United States Department of Commerce (US DOC) | 70,000 | 0.04% | 60,000 | 10,000 |
| United States Department of Defense (DOD) | - | 0.00% | 265,517 | -265,517 |
| TOTAL FEDERAL | $18,050,156 | 8.80% | $17,360,320 | $689,836 |
| TOTAL STATE AND FEDERAL | $172,420,168 | 84.08% | $171,503,309 | $916,859 |
NCTCOG FY 2018 Proposed Budget
Total Expenditures

Transportation

– Total expenditures net increase of $7.3 million, primarily comprised of:
  • Highspeed Rail Initiatives and Support - ($5.2 million increase).
  • Regional Vanpool Program – ($2.4 million increase).
  • Implementation 511 DFW - ($2.0 million increase).
  • Managed Lane System - ($1.9 million increase).
  • McKinney Avenue Transit Authority M-Line - ($1.3 million increase).
  • Transit Section 5307 Program – ($1.2 million increase).
  • People Mover Test Track - ($874 thousand increase).
  • Environmental Stewardship Program - ($866 thousand increase).
  • North Texas Smartway Idle Reduction Project - ($766 thousand increase).
  • Clean Technologies: Revolving Loan - ($736 thousand increase).
  • Regional Public Transportation Coordination - ($730 thousand increase).
  • FTA Transit Oriented Development - ($623 thousand increase).
  • Congestion Management: Traffic Flow Improvement Project – ($500 thousand increase).
  • Downtown Dallas Pilot Study - ($405 thousand increase).
  • Land-use Transportation: Fort Worth Active Transportation Plan - ($350 thousand increase).
  • Preliminary Engineering for Regional Trail - ($300 thousand increase).
NCTCOG FY 2018 Proposed Budget
Total Expenditures

Transportation (Continued)

– Total expenditures net increase of $7.3 million, primarily comprised of:
  • Transit CMAQ Bus Initiative – ($4.2 million decrease).
  • Transit Section 5310 Programs – ($1.6 million decrease).
  • Air Quality Initiatives - ($1.1 million decrease).
  • 2005-2006 Sustainable Development Infrastructure Projects – ($1.2 million decrease).
  • Regional Traffic Signal Retiming Project - ($811 thousand decrease).
  • New Freedom Projects – ($703 thousand decrease).
  • SH199 Feasibility Study - ($589 thousand decrease).
  • AQPP3 – Bicycle and Pedestrian Projects – ($406 thousand decrease).
  • Transit Section 5303 Funds – ($400 thousand decrease).
  • Regional ITS: Quality Implementation - ($368 thousand decrease).
  • Arlington ISD: Traffic Signal – ($365 thousand decrease).
  • Disadvantaged Community/Employment/Minority Program - ($356 thousand decrease).
  • Joint Land Use II: Military Base Planning - ($295 thousand decrease).
NCTCOG FY 2018 Proposed Budget
Total Expenditures

Workforce Development

– Total expenditures net decrease of $4.6 million, primarily comprised of:
  • Childcare Funding - ($2.7 million decrease).
  • Workforce Innovations Opportunities Act (WIOA) - ($943 thousand decrease).
  • NEG Oil/Gas - ($290 thousand decrease).
  • Supplemental Nutrition Assistance Program (SNAP) - ($149 thousand decrease).
  • Temporary Assistance for Needy Families (TANF) - ($129 thousand decrease).
  • TWC Workforce Initiatives - ($73 thousand decrease).
  • Industry-Recognized Skills Certificate Initiative - ($64 thousand decrease).
  • Local Innovation Partnership Grants - ($64 thousand decrease).
  • Employment Services – ($62 thousand decrease).
  • Vocational Rehabilitation - ($53 thousand decrease).
  • Business Service Award - ($30 thousand decrease).
NCTCOG FY 2018 Proposed Budget
Total Expenditures

Area Agency on Aging
– Total expenditures net increase of $403 thousand, primarily comprised of:
  • Nursing home relocation - ($148 thousand increase).
  • Title III - ($209 thousand increase).
    – Funding – ($140 thousand increase).
    – In-kind – ($69 thousand increase).
  • Retired Senior Volunteer Program - ($115 thousand increase).
    – Funding – ($103 thousand increase).
    – In-kind – ($12 thousand increase).
  • Health and Wellness programs - ($72 thousand decrease).

Agency Administration
– Total expenditures net increase of $449 thousand, primarily comprised of:
  • Special projects such as building renovation, compliance, etc. ($112 thousand increase).
  • Merit impact ($136 thousand increase).
  • Additional agency rent ($76 thousand increase).
  • Contracts / Contingency ($63 thousand increase).
  • Information Services ($62 thousand increase).
NCTCOG FY 2018 Proposed Budget
Total Expenditures

Research & Information Services
– Total expenditures net decrease of $858 thousand, primarily comprised of:
  • Fee for Service – Aerial Photography ($901 thousand decrease)

Emergency Preparedness
– Total expenditures net decrease of $789 thousand, primarily comprised of:
  • Regional Mitigation:
  • Safe Room Rebate - ($2 million total decrease).
    – Funding – ($1.3 million decrease).
    – In-kind – ($644 thousand decrease).
  • Hazard Mitigation Program - ($146 thousand decrease).
    – Funding – ($144 thousand decrease).
    – In-kind – ($2 thousand decrease).
  • The Homeland Security Grant Program (HSGP), which includes the Urban Area Security Initiative (UASI) and State Homeland Security Grant Program - ($667 thousand increase).
  • Pre Disaster Mitigation - ($356 thousand increase).
    – Funding – ($264 thousand increase).
    – In-kind – ($92 thousand increase).
Environment & Development

– Total expenditures net increase of $423 thousand, primarily comprised of:
  • Stormwater Management Program - ($406 thousand increase).
  • State Energy Conservation Office (SECO) - ($171 thousand increase).
  • TWDB Steam Gauge - ($95 thousand increase).
  • Transportation Department Support - ($57 thousand increase).
  • CTP FEMA - ($54 thousand increase).
  • FEMA CHARM - ($27 thousand increase).
  • Wastewater - ($26 thousand increase).
  • Public Works (w/iSWM) - ($10 thousand increase).
  • Solid Waste Management - ($427 thousand decrease).

Community Services

– Total expenditures net increase of $344 thousand, primarily comprised of:
  • Training & Development Institute* – ($427 thousand increase)
    – Contracts for training services – ($380 thousand increase)
    – Rent – ($24 thousand increase)
    – Intern – ($23 thousand increase)
  • Regional Police Academy ($83 thousand decrease)

*these cost are offset by training and user fees
NCTCOG FY 2018 Proposed Budget

Total Expenditures

Agency Management
– Total expenditures net increase of $109 thousand, primarily comprised of:
  • General fund reserve/contingency – ($62 thousand increase).
  • Merit impact ($21 thousand increase).
  • Economic Development grant ($20 thousand increase).
    • Funding ($10 thousand increase).
    • In-kind ($10 thousand increase).

Public Employee Benefits Cooperative
– Total expenditures net increase of $79 thousand.

Regional 9-1-1
– Total expenditures net increase of $19 thousand.

Total Net Change to Expenditures $2.9 million increase.
NCTCOG FY 2018 Proposed Budget

<table>
<thead>
<tr>
<th>Total Expenditures</th>
<th>FY 2018</th>
<th>FY 2017</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transportation</td>
<td>93,800,615</td>
<td>86,506,330</td>
<td>7,294,285</td>
</tr>
<tr>
<td>Workforce Development</td>
<td>63,678,418</td>
<td>68,280,810</td>
<td>(4,602,392)</td>
</tr>
<tr>
<td>Area Agency on Aging</td>
<td>15,454,439</td>
<td>15,051,499</td>
<td>402,940</td>
</tr>
<tr>
<td>Regional 9-1-1</td>
<td>10,867,312</td>
<td>10,848,230</td>
<td>19,082</td>
</tr>
<tr>
<td>Agency Administration</td>
<td>9,804,545</td>
<td>9,354,960</td>
<td>449,585</td>
</tr>
<tr>
<td>Research &amp; Information Services</td>
<td>8,673,172</td>
<td>9,531,742</td>
<td>(858,570)</td>
</tr>
<tr>
<td>Emergency Preparedness</td>
<td>4,769,553</td>
<td>5,558,736</td>
<td>(789,183)</td>
</tr>
<tr>
<td>Environment &amp; Development</td>
<td>4,075,426</td>
<td>3,652,878</td>
<td>422,548</td>
</tr>
<tr>
<td>Community Services</td>
<td>1,961,408</td>
<td>1,617,927</td>
<td>343,481</td>
</tr>
<tr>
<td>Public Employee Benefits Cooperative</td>
<td>1,333,021</td>
<td>1,254,022</td>
<td>78,999</td>
</tr>
<tr>
<td>Agency Management (1)</td>
<td>1,310,135</td>
<td>1,200,936</td>
<td>109,199</td>
</tr>
<tr>
<td><strong>Total Proposed Expenditures</strong></td>
<td><strong>215,728,044</strong></td>
<td><strong>212,858,070</strong></td>
<td><strong>$2,869,974</strong></td>
</tr>
<tr>
<td><strong>Less: Interdepartmental Charges (2)</strong></td>
<td><strong>(10,660,895)</strong></td>
<td><strong>(10,472,788)</strong></td>
<td>(<strong>188,107</strong>)</td>
</tr>
<tr>
<td><strong>Net Expenditures</strong></td>
<td><strong>$205,067,149</strong></td>
<td><strong>$202,385,282</strong></td>
<td><strong>$2,681,867</strong></td>
</tr>
</tbody>
</table>

(1) Includes Public Affairs
(2) Includes Direct Service Charges and Indirect Overhead
Personnel and Fringe Benefits

– 382 full-time positions and 44 temporary/part-time positions.

– Increase of 17 full-time positions.

– Healthcare 16% increase.

– 3% merit pool.
## NCTCOG FY 2018 Proposed Budget

<table>
<thead>
<tr>
<th>Full-time Positions</th>
<th>FY 2018 Budget</th>
<th>FY 2017 Budget</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transportation</td>
<td>166</td>
<td>161</td>
<td>5</td>
</tr>
<tr>
<td>Workforce Development</td>
<td>40</td>
<td>40</td>
<td>-</td>
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<tr>
<td>Agency Administration</td>
<td>41</td>
<td>40</td>
<td>1</td>
</tr>
<tr>
<td>Research &amp; Information Services</td>
<td>35</td>
<td>35</td>
<td>-</td>
</tr>
<tr>
<td>Regional 9-1-1</td>
<td>32</td>
<td>26</td>
<td>6</td>
</tr>
<tr>
<td>Area Agency on Aging</td>
<td>24</td>
<td>21</td>
<td>3</td>
</tr>
<tr>
<td>Environment &amp; Development</td>
<td>14</td>
<td>13</td>
<td>1</td>
</tr>
<tr>
<td>Emergency Preparedness</td>
<td>12</td>
<td>11</td>
<td>1</td>
</tr>
<tr>
<td>Regional Police Academy</td>
<td>5</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td>PEBC</td>
<td>5</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td>Agency Management(^{(1)})</td>
<td>5</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td>Training &amp; Development Institute</td>
<td>2</td>
<td>2</td>
<td>-</td>
</tr>
<tr>
<td>Criminal Justice Planning</td>
<td>1</td>
<td>1</td>
<td>-</td>
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<tr>
<td><strong>Total</strong></td>
<td><strong>382</strong></td>
<td><strong>365</strong></td>
<td><strong>17</strong></td>
</tr>
</tbody>
</table>

\(^{(1)}\) Includes Public Affairs
New Full-Time Positions

9-1-1 (6)*
- GIS Team (1)
- Technical Team (2)
- Support Team (2)
- Operations Team (1)

Transportation (5)
- Transportation Planner I/II

Area Agency on Aging (3)
- Case Manager (2)
- Volunteer Coordinator (1)

Environment & Development (1)
- Environment & Development Planner I/II

Agency Administration (1)
- Human Resources Generalist

Emergency Preparedness (1)
- Emergency Preparedness Program Assistant

* Included in the Strategic Plan approved by CSEC on July 27, 2017
Remaining Steps In Budget Process.

- Answer any questions today.
- Provide for public hearing and budget adoption resolution at September’s Board meeting.
- Prepare budget document for filing with the Board and state agencies.
- Monitor FY 2017 budget year close out.
- Implement FY 2018 budget beginning October 1.
- Present status of programs and need for budget amendments throughout the year as new programs and funding become available.